

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other				Local Government Name		County	
Audit Date		Opinion Date		Date Accountant Report Submitted to State:			

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☐ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☐ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☐ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☐ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☐ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☐ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☐ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☐ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☐ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			
Reports on individual federal financial assistance programs (program audits).			
Single Audit Reports (ASLGU).			

Certified Public Accountant (Firm Name)				
Street Address		City	State	ZIP Code
Accountant Signature <i>Siegfried Crandall P.C.</i>			Date	

Township of Woodland
Barry County, Michigan
FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REPORT
Year ended March 31, 2006

CONTENTS

	Page
INDEPENDENT AUDITORS' REPORT	3
BASIC FINANCIAL STATEMENTS	
Government-wide financial statements:	
Statement of net assets	4
Statement of activities	5
Fund financial statements:	
Balance sheet - governmental funds	6
Statement of revenues, expenditures, and changes in fund balances - governmental funds	7
Notes to financial statements	8 - 13
REQUIRED SUPPLEMENTARY INFORMATION	
Budgetary comparison schedules:	
General Fund	14 - 15

INDEPENDENT AUDITORS' REPORT

**Board of Trustees
Township of Woodland, Michigan**

We have audited the accompanying financial statements of the governmental activities and each major fund of the Township of Woodland, Michigan, as of March 31, 2006, and for the year then ended, which collectively comprise the Township's basic financial statements, as listed in the contents. These financial statements are the responsibility of the Township of Woodland, Michigan's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities and each major fund of the Township of Woodland, Michigan, as of March 31, 2006, and the respective changes in financial position thereof for the year then ended in conformity with U.S. generally accepted accounting principles.

The budgetary comparison information on pages 14 through 15, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The Township of Woodland, Michigan, has not presented the management's discussion and analysis that the Governmental Accounting Standards Board has determined is necessary to supplement, although not required to be a part of, the financial statements.

Siegfried Crandall P.C.

May 12, 2006

BASIC FINANCIAL STATEMENTS

Township of Woodland
STATEMENT OF NET ASSETS
 March 31, 2006

	<u>Governmental activities</u>
ASSETS	
Current assets:	
Cash	\$ 859,436
Receivables, net	45,824
Prepaid expenses	<u>4,801</u>
Total current assets	<u>910,061</u>
Noncurrent assets:	
Receivables, net	56,689
Capital assets, net of accumulated depreciation	<u>382,130</u>
Total noncurrent assets	<u>438,819</u>
Total assets	<u>1,348,880</u>
LIABILITIES	
Current liabilities:	
Accounts payable	1,864
Current portion of long term debt	<u>10,000</u>
Total current liabilities	<u>11,864</u>
Noncurrent liabilities:	
Long term debt	<u>74,000</u>
Total liabilities	<u>85,864</u>
NET ASSETS	
Invested in capital assets, net of related debt	298,130
Restricted for:	
Perpetual care	6,384
Debt service	83,214
Unrestricted	<u>875,288</u>
Total net assets	<u>\$ 1,263,016</u>

See notes to financial statements

Township of Woodland
STATEMENT OF ACTIVITIES
Year ended March 31, 2006

		<u>Program revenues</u>		<u>Net (expenses) revenues and changes in net assets</u>
	<u>Expenses</u>	<u>Charges for services</u>	<u>Operating grants and contributions</u>	<u>Governmental activities</u>
Functions/Programs				
Governmental activities:				
Legislative	\$ 1,731	\$ -	\$ -	\$ (1,731)
General government	102,132	31,674	-	(70,458)
Public safety	86,225	31,257	-	(54,968)
Public works	87,576	-	2,707	(84,869)
Health and welfare	10,645	-	-	(10,645)
Culture and recreation	21,599	-	1,695	(19,904)
Debt service - interest	<u>2,835</u>	<u>2,794</u>	<u>-</u>	<u>(41)</u>
Total governmental activities	<u>\$ 312,743</u>	<u>\$ 65,725</u>	<u>\$ 4,402</u>	<u>(242,616)</u>
General revenues:				
Taxes				262,541
State grants				112,368
Franchise fees				1,378
Investment income				20,381
Other				<u>1,340</u>
Total general revenues				<u>398,008</u>
Change in net assets				155,392
Net assets - beginning				<u>1,107,624</u>
Net assets - ending				<u>\$ 1,263,016</u>

See notes to financial statements

Township of Woodland
BALANCE SHEET - governmental funds
 March 31, 2006

	<u>General</u>	<u>Debt Service Road Assessment</u>	<u>Total governmental funds</u>
ASSETS			
Cash	\$ 845,041	\$ 14,395	\$ 859,436
Receivables	<u>33,694</u>	<u>68,819</u>	<u>102,513</u>
Total assets	<u>\$ 878,735</u>	<u>\$ 83,214</u>	<u>\$ 961,949</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts payable	\$ 1,864	\$ -	\$ 1,864
Deferred revenue	<u>-</u>	<u>66,389</u>	<u>66,389</u>
Total liabilities	<u>1,864</u>	<u>66,389</u>	<u>68,253</u>
Fund balances:			
Reserved for perpetual care and memorials	6,384	-	6,384
Unreserved:			
Designated for capital expenditures	3,681	-	3,681
Undesignated	<u>866,806</u>	<u>16,825</u>	<u>883,631</u>
Total fund balances	<u>876,871</u>	<u>16,825</u>	<u>893,696</u>
Total liabilities and fund balances	<u>\$ 878,735</u>	<u>\$ 83,214</u>	<u>\$ 961,949</u>

Total fund balance - total governmental funds \$ 893,696

Amounts reported for *governmental activities* in the statement of net assets
 (page 4) are different because:

Capital assets used in *governmental activities* are not financial resources and, therefore,
 are not reported in the funds. 382,130

Prepaid expenses are not a current financial resource and, therefore, are not reported in the funds. 4,801

Other long-term assets are not available to pay for current-period expenditures and, therefore,
 are deferred in the funds. 66,389

Long-term liabilities, including notes payable, are not due and payable in the current period and,
 therefore, are not reported in the funds. (84,000)

Net assets of governmental activities \$ 1,263,016

See notes to financial statements

Township of Woodland

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - governmental funds

Year ended March 31, 2006

	<u>General</u>	<u>Debt Service Road Assessment</u>	<u>Total governmental funds</u>
REVENUES			
Taxes	\$ 283,391	\$ -	\$ 283,391
State grants	116,770	-	116,770
Charges for services	34,583	-	34,583
Fines and forfeitures	4,194	-	4,194
Interest and rentals	22,030	2,895	24,925
Other	4,272	13,565	17,837
	<u>465,240</u>	<u>16,460</u>	<u>481,700</u>
Total revenues			
	<u>465,240</u>	<u>16,460</u>	<u>481,700</u>
EXPENDITURES			
Legislative	1,731	-	1,731
General government	109,135	-	109,135
Public safety	60,926	-	60,926
Public works	87,576	-	87,576
Health and welfare	10,645	-	10,645
Culture and recreation	21,363	-	21,363
Capital outlay	33,040	-	33,040
Debt service:			
Principal	-	10,000	10,000
Interest	-	2,835	2,835
	<u>324,416</u>	<u>12,835</u>	<u>337,251</u>
Total expenditures			
	<u>324,416</u>	<u>12,835</u>	<u>337,251</u>
NET CHANGE IN FUND BALANCES	140,824	3,625	144,449
FUND BALANCES - BEGINNING	<u>736,047</u>	<u>13,200</u>	<u>749,247</u>
FUND BALANCES - ENDING	<u>\$ 876,871</u>	<u>\$ 16,825</u>	<u>\$ 893,696</u>

Net change in fund balances - total governmental funds \$ 144,449

Amounts reported for *governmental activities* in the statement of activities (page 5) are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets are allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays \$(45,880) exceeded depreciation \$(31,706) in the current period. 14,174

Prepaid expenses are not a current financial resource and, therefore, are not reported in the funds. 334

Other long-term assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds. (13,565)

Repayment of principal on long-term debt is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets. 10,000

Change in net assets of *governmental activities* \$ 155,392

See notes to financial statements

Township of Woodland
NOTES TO FINANCIAL STATEMENTS

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES:

The accounting policies of the Township of Woodland, Michigan (the Township), conform to U.S. generally accepted accounting principles (hereinafter referred to as generally accepted accounting principles) as applicable to governments. The following is a summary of the more significant policies.

a) Reporting entity:

The accompanying financial statements present only the Township. There are no component units, entities for which the Township is considered to be financially accountable.

b) Government-wide and fund financial statements:

The government-wide financial statements (i.e., the statement of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the Township. The effect of inter-fund activity has been removed from these statements. Governmental activities are normally supported by taxes and intergovernmental revenues.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Program revenues include: (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function; and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental. Major individual governmental funds are reported as separate columns in the fund financial statements.

c) Measurement focus, basis of accounting, and financial statement presentation:

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available if they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township generally considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, expenditures relating to compensated absences, and claims and judgments are recorded only when payment is due.

Township of Woodland
NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

c) Measurement focus, basis of accounting, and financial statement presentation (continued):

State grants, licenses and permits, charges for services, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when cash is received by the government.

The Township reports the following major governmental funds:

The General Fund is the government's primary operating fund. It accounts for all financial resources of the Township, except those required to be accounted for in another fund. Revenues are primarily derived from property taxes and state shared revenue.

The Road Special Assessment fund accounts for Township road improvements financed through special assessments, and the related debt service expenditures.

Private-sector standards of accounting issued prior to December 1, 1989, are generally followed in the government-wide financial statements to the extent that those standards do not conflict with the standards of the Governmental Accounting Standards Board (GASB).

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services, or privileges provided; (2) operating grants and contributions; and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

d) Assets, liabilities, and net assets or equity:

i) Bank deposits - Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition. Pooled interest income is proportionately allocated to all funds.

ii) Receivables - In general, outstanding balances between funds are reported as "due to/from other funds." No allowance for uncollectible accounts has been recorded as the Township considers all receivables to be fully collectible.

iii) Prepaid items - Certain payments to vendors reflect costs applicable to future fiscal years and are recorded as prepaid items in both government-wide and fund financial statements.

Township of Woodland
NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

d) Assets, liabilities, and net assets or equity (Continued):

iv) Capital assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, sidewalks, and similar items), are reported in the government-wide financial statements. Capital assets are defined by the Township as assets with an initial individual cost of more than \$1,000 (\$10,000 for infrastructure) and an estimated useful life in excess of two years. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Gains or losses as a result of trade-ins are adjusted through the cost of the new asset acquired. Governments can elect to account for infrastructure assets either retroactively to June 15, 1980, or prospectively. The Township has elected to account for infrastructure assets prospectively, beginning April 1, 2004.

Capital assets are depreciated using the straight-line method over the following useful lives:

Buildings and improvements	15 - 50 years
Equipment	5 - 15 years
Vehicles	5 - 20 years
Roads	40 years

v) Deferred revenue - In the fund financial statements, governmental funds report deferred revenue in connection with resources for revenue that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned.

vi) Fund equity - In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

vii) Property tax revenue recognition - Property taxes are levied as of December 1 on property values assessed as of December 31 of the prior year. The billings are due on or before February 14, after which time the bill becomes delinquent and penalties and interest may be assessed by the Township. Property tax revenue is recognized in the year for which taxes have been levied and become available. The Township levy date is December 1, and, accordingly, the total levy is recognized as revenue in the current year.

Township of Woodland
NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 2 - STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY:

Budgetary information - Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all governmental funds. The budget document presents information by fund, function, and department. The legal level of budgetary control adopted by the governing body is the function level. All annual appropriations lapse at the end of the fiscal year. The Township had no significant budget variations.

NOTE 3 - CASH:

State statutes and the Township's investment policy authorize the Township to make deposits in the accounts of federally-insured banks, credit unions, and savings and loan associations. The Township's deposits are in accordance with statutory authority. At March 31, 2006, the Township had deposits with a carrying amount of \$859,436.

Custodial credit risk is the risk that, in the event of the failure of a financial institution, the Township will not be able to recover its deposits. Deposits are exposed to custodial credit risk if they are not covered by federal depository insurance and are uncollateralized. At March 31, 2006, \$339,165 of the Township's bank balances of \$870,036 was exposed to custodial credit risk because it was uninsured and uncollateralized.

The Township believes that it is impractical to insure all bank deposits due to the amounts of the deposits and the limits of FDIC insurance. As a result, the Township evaluates each financial institution with which it deposits funds and assesses the risk level of each institution. Only the institutions with an acceptable estimated risk level are used as depositories.

NOTE 4 - RECEIVABLES:

Receivables as of year end for the Township's individual major funds are as follows:

<u>Fund</u>	<u>Accounts</u>	<u>Property taxes</u>	<u>Special assessments</u>	<u>Inter- governmental</u>	<u>Totals</u>
General	\$ 2,978	\$ 12,135	\$ -	\$ 18,581	\$ 33,694
Road Assessment	-	-	68,819	-	68,819
Totals	<u>\$ 2,978</u>	<u>\$ 12,135</u>	<u>\$ 68,819</u>	<u>\$ 18,581</u>	<u>\$ 102,513</u>
Noncurrent portion	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 56,689</u>	<u>\$ -</u>	<u>\$ 56,689</u>

All receivables are considered fully collectible.

Township of Woodland
NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 5 - CAPITAL ASSETS:

Capital asset activity for the year ended March 31, 2006, was as follows:

	<u>Beginning balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending balance</u>
Governmental activities:				
Capital assets not being depreciated - land	\$ 15,000	\$ -	\$ -	\$ 15,000
Capital assets being depreciated:				
Buildings and improvements	246,778	16,541	-	263,319
Equipment	161,148	2,754	-	163,902
Vehicles	288,760	26,585	-	315,345
Subtotal	696,686	45,880	-	742,566
Less accumulated depreciation for:				
Buildings and improvements	99,558	5,826	-	105,384
Equipment	53,590	11,234	-	64,824
Vehicles	190,582	14,646	-	205,228
Subtotal	343,730	31,706	-	375,436
Total capital assets being depreciated, net	352,956	14,174	-	367,130
Governmental activities capital assets, net	\$ 367,956	\$ 14,174	\$ -	\$ 382,130

Depreciation expense was charged to functions of the Township as follows:

Governmental activities:	
General government	\$ 5,869
Public safety	25,606
Recreation and culture	231
Total governmental activities	\$ 31,706

NOTE 6 - DEFERRED REVENUE:

As of March 31, 2006, the various components of deferred revenue are as follows:

	<u>Unavailable</u>	<u>Unearned</u>	<u>Totals</u>
Special assessments	\$ 66,389	\$ -	\$ 66,389

Township of Woodland
NOTES TO FINANCIAL STATEMENTS (Continued)

NOTE 7 - LONG-TERM DEBT:

Long-term debt at March 31, 2006, is comprised of the following individual issues:

Bonds payable:

\$95,000, 2003 Road special assessment limited tax general obligation bond; due in annual installments of \$1,000 to \$14,000, plus interest at 1.80% to 4.30% through June 2013.

\$ 84,000

Long-term debt activity for the year ended March 31, 2006, was as follows:

	<u>Beginning balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending balance</u>	<u>Amounts due within one year</u>
Bonds payable	\$ 94,000	\$ -	\$ 10,000	\$ 84,000	\$ 10,000

Debt service requirements at March 31, 2006, were as follows:

	<u>Principal</u>	<u>Interest</u>
Year ended March 31:		
2007	\$ 10,000	\$ 2,623
2008	10,000	2,390
2009	10,000	2,132
2010	10,000	1,847
2011	10,000	1,532
2012 - 2014	<u>34,000</u>	<u>2,288</u>
Totals	<u>\$ 84,000</u>	<u>\$ 12,812</u>

NOTE 9 - RISK MANAGEMENT:

The Township is exposed to various risks of loss related to property loss, torts, errors and omissions, and employee injuries (workers' compensation). The Township has purchased commercial insurance for each of these claims and is neither self-insured nor participates in a shared-risk pool. Settled claims relating to commercial insurance have not exceeded the amount of insurance coverage in any of the past three fiscal years.

REQUIRED SUPPLEMENTARY INFORMATION

Township of Woodland
BUDGETARY COMPARISON SCHEDULE - General Fund
Year ended March 31, 2006

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
REVENUES				
Taxes	\$ 283,049	\$ 283,049	\$ 283,391	\$ 342
State grants	112,327	112,327	116,770	4,443
Charges for services	10,106	10,106	34,583	24,477
Fines and forfeitures	4,000	4,000	4,194	194
Interest and rentals	7,406	7,406	22,030	14,624
Other	3,075	3,075	4,272	1,197
	<u>419,963</u>	<u>419,963</u>	<u>465,240</u>	<u>45,277</u>
EXPENDITURES				
Legislative	<u>1,806</u>	<u>1,806</u>	<u>1,731</u>	<u>75</u>
General government:				
Supervisor	6,513	6,513	5,713	800
Election	3,500	3,500	2,549	951
Assessor	14,525	14,525	12,824	1,701
Clerk	13,374	13,374	12,477	897
Board of review	1,275	1,275	1,041	234
Treasurer	15,286	15,286	15,109	177
Hall and grounds	29,919	29,919	22,397	7,522
Cemetery	16,979	16,979	15,163	1,816
Other	24,525	24,525	21,862	2,663
	<u>125,896</u>	<u>125,896</u>	<u>109,135</u>	<u>16,761</u>
Public safety:				
Police	16,642	16,642	13,969	2,673
Fire	46,622	51,322	46,957	4,365
	<u>63,264</u>	<u>67,964</u>	<u>60,926</u>	<u>7,038</u>
Public works:				
Highways and streets	248,500	248,500	84,497	164,003
Drains	4,750	4,750	3,079	1,671
	<u>253,250</u>	<u>253,250</u>	<u>87,576</u>	<u>165,674</u>
Health and welfare - ambulance	<u>10,645</u>	<u>10,645</u>	<u>10,645</u>	<u>-</u>

Township of Woodland
BUDGETARY COMPARISON SCHEDULE - General Fund (Continued)
Year ended March 31, 2006

	<u>Original budget</u>	<u>Amended budget</u>	<u>Actual</u>	<u>Variance favorable (unfavorable)</u>
EXPENDITURES (Continued)				
Culture and recreation - library	\$ 25,074	\$ 25,411	\$ 21,363	\$ 4,048
Capital outlay	12,850	37,523	33,040	4,483
Total expenditures	492,785	522,495	324,416	198,079
NET CHANGE IN FUND BALANCES	(72,822)	(102,532)	140,824	243,356
FUND BALANCES - BEGINNING	736,047	736,047	736,047	-
FUND BALANCES - ENDING	<u>\$ 663,225</u>	<u>\$ 633,515</u>	<u>\$ 876,871</u>	<u>\$ 243,356</u>